

August 24, 1981

238726

Gary Molchan Combe Fill Corp. P. O. Box 418 Chester, New Jersey 07930

Subject: Compaction Systems Corp.

Dear Gary:

See enclosed letter from CSC dated August 21, 1981. I assume that Items one and two have been done. No dumping without tickets will be allowed. In their August 17, 1981 letter to me, (copy attached) they indicate you were aware of their dumping for some time, yet you indicated to me that they were not dumping. Everyone pays as far as I am concerned.

Item three indicates a previous reduction of \$1,000.00 off their fee. This, I am told, was for Combe paying for filter rework. Yet, your records indicate we are paying CSC \$13,000.00 per month in two payment of \$7,000 and \$6,000. When were we to cut \$1,000.00?

With reference to Item four, you have to contact the leasing company and get necessary paperwork started for CSC to assume the lease and to get Combe a full release on all obligations under the lease. In the meantime, you will deduct all costs (as per prior memo) from payments due to CSC.

If all above four points are covered, you are authorized to release monies to CSC less all deducts as outlined.

I want to gently remind you of the matter of your auto on which no action has been taken. This matter must be resolved and not forgotten.

Very truly yours,

COMBUSTION EQUIPMENT ASSOCIATES, INC.

M. G. Magoula

AUG 2 / 1981

MGM:rl

Attachment